

CITY OF BISMARCK DEFERRED SICK LEAVE FUND  
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2003

	May-03				April-03				March-03				December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Net	Net	Ended 6/30/2002	Ended 6/30/2002
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
AllianceBernstein	11,218	1.9%	1.5%	3.11%	10,885	1.9%	1.5%	7.08%	9,658	1.7%	1.5%	-0.09%	7,081	1.3%	1.5%	2.89%	6,881	1.3%	1.5%	-13.54%	-1.87%	-28.65%	N/A	N/A
Russell 1000 Growth				4.99%				7.39%				-1.07%				7.15%				-15.05%	1.53%	-26.49%	N/A	N/A
Structured Value																								
LSV	8,990	1.5%	1.5%	8.88%	8,264	1.4%	1.5%	7.97%	7,274	1.3%	1.5%	-5.73%	7,942	1.4%	1.5%	6.53%	7,457	1.4%	1.5%	-18.60%	-3.91%	2.41%	N/A	N/A
Russell 1000 Value				6.46%				8.80%				-4.86%				9.22%				-18.77%	-2.24%	-8.96%	N/A	N/A
S&P 500 Index																								
State Street	43,481	7.2%	7.0%	5.26%	41,307	7.1%	7.0%	8.26%	36,260	6.4%	7.0%	-3.17%	36,992	6.6%	7.0%	8.41%	34,121	6.3%	7.0%	-17.26%	-1.03%	-18.03%	N/A	N/A
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	63,689	10.5%	10.0%	5.36%	60,456	10.3%	10.0%	8.00%	53,192	9.4%	10.0%	-3.02%	52,015	9.2%	10.0%	7.34%	48,458	9.0%	10.0%	-16.96%	-1.63%	-16.89%	N/A	N/A
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	N/A	N/A
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	33,765	5.6%	5.0%	10.55%	30,553	5.2%	5.0%	9.39%	25,539	4.5%	5.0%	-4.21%	26,662	4.7%	5.0%	4.91%	25,415	4.7%	5.0%	-19.31%	-1.94%	-11.77%	N/A	N/A
Russell 2000 + 200bp				10.90%				9.65%				-4.00%				6.68%				-20.97%	-1.58%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	33,765	5.6%	5.0%	10.55%	30,553	5.2%	5.0%	9.39%	25,539	4.5%	5.0%	-4.21%	26,662	4.7%	5.0%	4.91%	25,415	4.7%	5.0%	-19.31%	-1.94%	-11.69%	N/A	N/A
Russell 2000				10.73%				9.48%				-4.49%				6.16%				-21.40%	-3.38%	-8.59%	N/A	N/A
CONVERTIBLES																								
TCW	64,143	10.6%	10.0%	4.96%	61,077	10.5%	10.0%	6.19%	57,658	10.2%	10.0%	1.16%	56,988	10.1%	10.0%	8.15%	52,693	9.7%	10.0%	-10.05%	9.69%	-20.37%	N/A	N/A
First Boston Convertible Index				4.44%				5.25%				3.82%				9.83%				-8.47%	14.72%	-12.44%	N/A	N/A
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	57,324	9.5%	9.0%	4.06%	54,982	9.4%	9.0%	9.84%	46,323	8.2%	9.0%	-10.00%	51,463	9.1%	9.0%	7.30%	48,020	8.9%	10.0%	-20.58%	-12.33%	-12.10%	N/A	N/A
MSCI EAFE - 50% Hedged				4.41%				9.18%				-9.03%				4.04%				-20.02%	-13.71%	-14.62%	N/A	N/A
Small Cap - Value																								
Lazard	6,625	1.1%	1.0%	8.37%	6,256	1.1%	1.0%	10.52%	5,215	0.9%	1.0%	-7.11%	5,622	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				8.40%				8.30%				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	63,949	10.6%	10.0%	4.49%	61,237	10.5%	10.0%	9.91%	51,539	9.1%	10.0%	-9.71%	57,084	10.1%	10.0%	7.81%	48,020	8.9%	10.0%	-20.58%	-11.22%	-12.10%	N/A	N/A
MSCI EAFE - 50% Hedged				4.41%				9.18%				-9.03%				4.04%				-20.02%	-13.71%	-14.62%	N/A	N/A
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	177,204	29.3%	30.0%	2.12%	173,802	29.7%	30.0%	1.70%	177,087	31.4%	30.0%	2.16%	177,445	31.5%	30.0%	2.96%	173,437	32.0%	30.0%	3.51%	13.08%	8.36%	N/A	N/A
Lehman Aggregate				1.86%				0.83%				1.39%				1.57%				4.58%	10.61%	8.62%	N/A	N/A
Index																								
Bank of ND	97,905	16.2%	18.0%	2.77%	94,935	16.2%	18.0%	1.05%	97,346	17.3%	18.0%	1.65%	94,130	16.7%	18.0%	1.65%	97,153	17.9%	18.0%	5.96%	13.69%	8.38%	N/A	N/A
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	N/A	N/A
Total Index	97,905	16.2%	18.0%	2.77%	94,935	16.2%	18.0%	1.05%	97,346	17.3%	18.0%	1.65%	94,130	16.7%	18.0%	1.65%	97,153	17.9%	18.0%	5.96%	13.69%	8.14%	N/A	N/A
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	N/A	N/A
BBB Average Quality																								
Strong	76,662	12.7%	12.0%	3.38%	74,230	12.7%	12.0%	2.62%	75,006	13.3%	12.0%	3.29%	71,377	12.7%	12.0%	4.48%	68,764	12.7%	12.0%	3.08%	18.01%	N/A	N/A	N/A
Lehman US Credit BAA				3.72%				2.77%				3.40%				4.59%				2.70%	18.39%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	351,771	58.1%	60.0%	2.57%	342,968	58.7%	60.0%	1.72%	349,438	62.0%	60.0%	1.63%	342,952	60.8%	60.0%	2.89%	339,355	62.7%	60.0%	4.11%	10.73%	7.55%	N/A	N/A
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	N/A	N/A
CASH EQUIVALENTS																								
Bank of ND	27,934	4.6%	5.0%	0.11%	28,171	4.8%	5.0%	0.11%	26,187	4.6%	5.0%	0.35%	27,918	5.0%	5.0%	0.41%	27,438	5.1%	5.0%	0.48%	1.47%	2.41%	N/A	N/A
90 Day T-Bill				0.10%				0.09%				0.30%				0.43%				0.45%	1.38%	2.63%	N/A	N/A
TOTAL DEFERRED SICK LEAVE FUND	605,251	100.00%	100.00%	3.61%	584,461	100.00%	100.00%	3.79%	563,553	100.00%	100.00%	0.05%	563,619	100.00%	100.00%	4.11%	541,379	100.00%	100.00%	-3.28%	8.35%	-1.31%	N/A	N/A
POLICY TARGET BENCHMARK				3.61%				3.29%				0.00%				3.68%				-2.54%	8.14%	0.17%	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.